

CASE

NUMBER:

99-168

John O. Hicks, III

Attorney at Law

105 Main Street

P.O. Box 64

Calhoun, Kentucky 42327

(502) 273-5749

RECEIVED
JUL 22 1999
PUBLIC SERVICE
COMMISSION

July 20, 1999

Ms. Helen Helton
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, KY 40602

RE: Case No. 99-168
Purchased Water Rate Adjustment
North McLean County Water District

Dear Ms. Helton:

Pursuant to that Order of the Public Service Commission, dated May 18, 1999, enclosed please find copy of the published Notice to customers, verifying that such Notice has been given. Said Notice was published in the McLean County News on May 27, 1999, prior to rendering of the first bill to customers at the increased rate which was not rendered until May 28, 1999.

Should further information be needed, please be sure to let me know.

Very truly yours,



John O. Hicks, III

JOH/ls

Enclosure

cc: Nadine Jennings, Office Secretary, NMCWD

McLEAN COUNTY NEWS AFFIDAVIT

I, **Teresa Revlett**, of the **McLean County News**, published at Calhoun and having the largest general circulation of any newspaper in **McLean County, Kentucky** do hereby certify that from my own knowledge and a check of the files of this newspaper that the advertisement of North McLean County Water District was inserted in the **McLean County News** on the following dates:

Date	<u>5/27/99</u>	Page	<u>9B</u>	Column	<u>5 + 6</u>
Date	_____	Page	_____	Column	_____
Date	_____	Page	_____	Column	_____
Date	_____	Page	_____	Column	_____

Signature Teresa Revlett

Subscribed and sworn to before me by Teresa Revlett this
27th day of May, 1999

Notary Public Janice K. Stokes
My Commission expires 10/07/01

served on the following: Calhoun, KY 42327

Hon. Ralph D. Vick
Attorney for Defendant
Commonwealth of
Kentucky
P. O. Box 349
Greenville, KY 42345

Hon. Roger Miller
Attorney for Plaintiff
P. O. Box 414
Greenville, KY 42345

This the 25th of
May, 1999

Hon. William E.
Quissenberry, Jr.
Attorney for Defendant
P. O. Box 262

Constance E. Revlett
Master Commissioner

PUBLIC NOTICE

Pursuant to Order of the Public Service Commission of Kentucky (PSC), North McLean County Water District has been granted authority under the PSC's Regulation 807 KAR 5:068, relating to purchased water adjustments, to revise its rate schedule to reflect its increased cost of purchased water from its supplier, West Daviess County Water District.

The revised rate schedule, effective on and after April 10, 1999, is as follows:

REVISED RATE SCHEDULE

Usage Blocks	Monthly Rates
First 2,000 gallons	\$10.92 Minimum Bill
Next 8,000 gallons	3.86 per 1,000 gallon
Next 30,000 gallons	3.78 per 1,000 gallon
Over 40,000 gallons	3.62 per 1,000 gallon

Payment of water bills rendered by the District should be made to either North McLean County Water District, P.O. Box 68, 217 Hill Street, Livermore, Ky 42352 or to Independence Bank, P.O. Box 39, Livermore, Ky 42352.

North McLean County Water District
P.O. Box 68
Livermore, Ky 42352
(270) 278-2800

CLEAN UP WITH A GARAGE SALE



Spring cleaning time is the best time to run a garage sale and make some extra cash!

There's money to be found in all that clutter you've been hoarding in your attic, basement, garage and around the yard, and a garage sale is one of the best ways to make it! Just gather up everything you no longer want, use or need and then call this number to place your ad:

FREE Garage Sale Signs

273-3287

Your ad will run in our special Garage Sale directory

McLean County News

INVITATION TO BID

The McLean County Board of Education is requesting bids on PROPERTY INSURANCE for the 1999 - 2000 school year. Specifications may be obtained from the Superintendent's office, Calhoun, Ky. Bids must be in the office of the Superintendent on or before June 14, 1999, 1:00 P.M., C.D.T.

LGEA NOTICE

PROPOSED USE HEARING FOR MUNICIPAL ROAD AID (MRA) PROGRAM AND LOCAL (LGEA) PROGRAM FUNDS

A public hearing will be held by the City of

INDEX FOR CASE: 99-168
NORTH MCLEAN COUNTY WATER DISTRICT
Rates - NRC

IN THE MATTER OF THE PURCHASED WATER RATE ADJUSTMENT OF
NORTH MCLEAN COUNTY WATER DISTRICT

SEQ NBR	ENTRY DATE	REMARKS
0001	04/22/99	Application.
0002	04/26/99	Acknowledgement letter.
0003	05/04/99	No deficiencies letter
0004	05/18/99	Final Order approving purchased water adjustment and rates in Appendix.



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

CERTIFICATE OF SERVICE

RE: Case No. 99-168
NORTH MCLEAN COUNTY WATER DISTRICT

I, Stephanie Bell, Secretary of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the following by U.S. Mail on May 18, 1999.

Parties of Record:

Nadine H. Jennings
Office Secretary
North McLean County Water District
217 Hill Street
P. O. Box 68
Livermore, KY. 42352

Honorable John O. Hicks
Attorney at Law
105 Main Street
P. O. Box 64
Calhoun, KY. 42327

Stephan Bell

Secretary of the Commission

SB/hv
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
NORTH McLEAN COUNTY WATER DISTRICT)

CASE NO. 99-168

O R D E R

On April 22, 1999, North McLean County Water District ("North McLean") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. North McLean purchases its water from three suppliers, West Daviess County Water District ("West Daviess"), City of Calhoun, and City of Livermore.
2. West Daviess increased the wholesale water rate charged to North McLean from \$1.95 per 1,000 gallons to \$2.33 per 1,000 gallons purchased effective February 1, 1999. City of Calhoun and City of Livermore did not increase their rates.
3. During the 12 months ending February 28, 1999, North McLean purchased a total of 110,122,800 gallons of water and sold 98,363,700 gallons.
4. The increase in the cost of purchased water is \$2,519.97, resulting in a purchased water adjustment of \$0.03 per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of a North McLean customer would increase \$0.15 from \$22.35 to \$22.50 or 0.67 percent.

5. The calculations and proposed tariff provided by North McLean are correct and should be approved.

6. The purchased water adjustment of \$0.03 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.03 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after April 10, 1999.

2. The tariff submitted by North McLean is hereby approved as filed.

3. Within 20 days from the effective date of this Order, North McLean shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 18th day of May, 1999.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-168 DATED MAY 18, 1999

The following rates and charges are prescribed for the customers in the area served by North McLean County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	2,000 gallons	\$10.92	Minimum bill
Next	8,000 gallons	3.86	per 1,000 gallons
Next	30,000 gallons	3.78	per 1,000 gallons
Over	40,000 gallons	3.62	per 1,000 gallons



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

May 4, 1999

Nadine H. Jennings
Office Secretary
North McLean County Water District
217 Hill Street
P. O. Box 68
Livermore, KY. 42352

Honorable John O. Hicks
Attorney at Law
105 Main Street
P. O. Box 64
Calhoun, KY. 42327

RE: Case No. 99-168
NORTH MCLEAN COUNTY WATER DISTRICT

The Commission staff has reviewed your application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,

Stephanie Bell

Stephanie Bell
Secretary of the Commission

SB/hv
Enclosure

John O. Hicks, III

Attorney at Law

105 Main Street

P.O. Box 64

Calhoun, Kentucky 42327

(502) 273-5749

RECEIVED
APR 22 1999
PUBLIC SERVICE
COMMISSION

April 20, 1999

Ms. Helen Helton
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, KY 40602

FILED
APR 22 1999
PUBLIC SERVICE
COMMISSION

RE: Purchased Water Rate Adjustment
North McLean County Water District

CASE 99-168

Dear Ms. Helton:

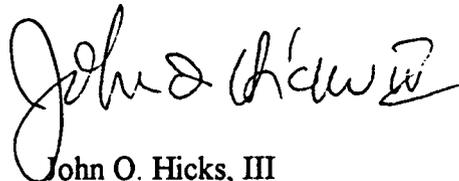
Enclosed please find signed original application for Purchased Water Rate Adjustment on behalf of North McLean County Water District, along with ten (10) additional copies of same.

A copy of the Notice to Customers, as required pursuant to Section 5 of 807 KAR 5:068, will be filed with your office subsequently. Calculations reflecting the increased rate are attached.

Please process this application and issue an Order approving the increased rate, as may be appropriate.

Should further information be needed, please be sure to let me know.

Very truly yours,



John O. Hicks, III

JOH/lr

Enclosures

cc: Nathel Jennings, Chairman
Chester Hoover, CPA



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

April 26, 1999

Nadine H. Jennings
Office Secretary
North McLean County Water District
217 Hill Street
P. O. Box 68
Livermore, KY. 42352

Honorable John O. Hicks
Attorney at Law
105 Main Street
P. O. Box 64
Calhoun, KY. 42327

RE: Case No. 99-168
NORTH MCLEAN COUNTY WATER DISTRICT
(Rates - NRC)

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received April 22, 1999 and has been assigned Case No. 99-168. In all future correspondence or filings in connection with this case, please reference the above case number.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,

A handwritten signature in cursive script that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/jc

John O. Hicks, III

Attorney at Law

105 Main Street

P.O. Box 64

Calhoun, Kentucky 42327

(502) 273-5749

RECEIVED
APR 22 1999
PUBLIC SERVICE
COMMISSION

April 20, 1999

Ms. Helen Helton
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, KY 40602

FILED
APR 22 1999
PUBLIC SERVICE
COMMISSION

RE: Purchased Water Rate Adjustment
North McLean County Water District

CASE 99-168

Dear Ms. Helton:

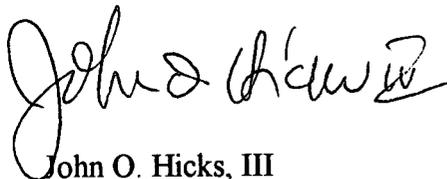
Enclosed please find signed original application for Purchased Water Rate Adjustment on behalf of North McLean County Water District, along with ten (10) additional copies of same.

A copy of the Notice to Customers, as required pursuant to Section 5 of 807 KAR 5:068, will be filed with your office subsequently. Calculations reflecting the increased rate are attached.

Please process this application and issue an Order approving the increased rate, as may be appropriate.

Should further information be needed, please be sure to let me know.

Very truly yours,



John O. Hicks, III

JOH/lis

Enclosures

cc: Nathel Jennings, Chairman
Chester Hoover, CPA

PURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND ASSOCIATIONS
(807 KAR 5:068)

RECEIVED
APR 22 1999
PUBLIC SERVICE
COMMISSION

North McLean County Water District
(Name of Utility)

April 10, 1999
(Date)

P.O. Box 68
(Address)

Livermore, KY 42352
(City, State)

(502) 278-2800
(Telephone Number)

CASE 99-168

- 1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>West Daviess County Water District</u>	<u>\$1.95</u>	<u>\$1.95 & \$0.38 surcharge</u>
<u>City of Calhoun</u>	<u>\$1.76</u>	<u>N/A (no change)</u>
<u>City of Livermore</u>	<u>\$1.80*</u>	<u>N/A (no change)</u>

*\$1.90 for water purchased over
3,200,000 gallons for any month

All rates are per 1,000 gallons

- 1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A.

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From March, 1998 through February, 1999
(month and year) (month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
<u>West Daviess County Water District</u>	<u>6,631,500</u>
<u>City of Calhoun</u>	<u>78,381,100</u>
<u>City of Livermore</u>	<u>25,110,200</u>
TOTAL PURCHASES	<u>110,122,800</u>

4. Total sales for the 12 month period 98,363,700.

5. Increased water cost \$2,519.97.

The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor three (3) cents per 1,000 gallons

The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.

Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.

7. Proposed effective date April 10, 1999.

Nathel Jennings
(Signature of Utility Officer)

Chairman Nathel Jennings
(Title)

For North McLean County Water District
(Community, Town or City)

PSC No. _____

North McLean County Water District
(Name of Utility)

_____ Sheet No. _____

Cancelling PSC No. _____

_____ Sheet No. _____

CLASSIFICATION OF SERVICE

<u>Monthly Rates</u>		<u>Rate Per Unit</u>
First 2,000 gallons	Minimum Bill	\$10.92
Next 8,000 gallons	per 1,000 gallons	3.86
Next 30,000 gallons	per 1,000 gallons	3.78
Over 40,000 gallons	per 1,000 gallons	3.62

Date of Issue: April 10, 1999

Date Effective April 10, 1999

Issued by: *Nathel Jennings*
(Signature of Officer)

Title: Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

WEST DAVIESS COUNTY WATER DISTRICT

3400 Bittel Road
Owensboro, Kentucky 42301
Telephone 685-5594

February 2, 1999

TO: All wholesale customers

This is to inform you that the West Daviess County Water District has filed and received approval for a rate surcharge with the Public Service Commission. This surcharge is to fund the construction of a pumping station and 11,400 linear feet of water lines and appurtenances at a rate of \$ 0.38 per 1,000 gallons of water use. The surcharge will be charged to all of our customers for a period not to exceed 5 years or until a total of \$535,800.00 is collected. This rate will become effective February 1, 1999 and will be represented on the bill you will receive the first week of March 1999.

Water Rate : \$ 1.95 per 1,000 gallons
Pump Station Surcharge : \$.38 per 1,000 gallons

Sincerely,


JAN KUEGEL
Manager

Exhibit "A"

MARCH 1998-FEBRUARY 1999
WEST DAVIESS COUNTY WATER DISTRICT

RATE: 1.95

MO.	MASTER 81	MAST. GUFFEY	MAST. LIVIA	GALS SOLD
3.	-----	172,800	156,000	
4.	400	160,700	174,300	
5.	-----	250,600	171,600	
6.	-----	272,300	236,100	
7.	-----	458,200	245,600	
8.	-----	381,500	236,000	
9.	-----	537,700	290,200	
10.	-----	375,900	146,700	
11.	-----	400,700	138,200	
12.	-----	475,000	161,300	
1.	-----	453,900	146,000	
2.	-----	422,800	167,000	
TOT.	400	4,362,100	2,269,000	98,363,700

400
4,362,100
+2,269,000
6,631,500 TOT. GALS.

TOTAL GALLONS 6,631,500 DIVIDED BY 1,000 = 6,631.50

6,631.50 x 1.95 = 12,931.43

6,631.50 x 2.33 = 15,451.40

15,451.40
- 12,931.43
\$ 2,519.97 INCREASE

MARCH 1998-FEBRUARY 1999
CITY OF CALHOUN

RATE:		1.76		GALS. SOLD	
MONTH	POT CHIP	136 W	HOSP 81		
3.	1,367,500	665,600	1,917,300		
4.	1,976,500	700,800	1,671,300		
5.	2,207,000	736,600	2,055,300		
6.	2,571,800	806,000	3,314,500		
7.	2,455,600	869,000	2,885,400		
8.	2,491,000	677,600	2,435,700		
9.	2,616,600	793,000	3,100,300		
10.	2,496,100	667,400	2,835,600		
11.	4,612,700	709,600	2,354,000		
12	5,661,600	710,300	2,758,700		
1.	4,722,200	1,042,700	2,721,700		
2.	5,291,200	812,500	2,670,400		
TOT	38,469,800	9,191,100	30,720,200		98,363,700

38,469,800
9,191,100
+ 30,720,200
78,381,100 TOT GALS.

TOTAL GALLONS 78,381,100 DIVIDED BY 1,000 = 78,381.10

78,381.10 x 1.76 = \$137,950.74

MARCH 1998-FEBRUARY 1999
CITY OF LIVERMORE

RATE:	1.80 OVER 3,200,000 GALLONS 1.90	
MONTH	LIVERMORE	GALLONS SOLD
3.	2,299,000	
4.	2,570,300	
5.	2,602,700	
6.	3,200,000	114,500
7.	3,200,000	529,400
8.	3,200,000	134,300
9.	3,200,000	134,300
10.	3,200,000	694,600
11.	31,100	
12.	-----	
1.	-----	
2.	-----	
TOTAL	23,503,100	1,607,100
		98,363,700

23,503,100 DIVIDED BY 1,000 = 23,503.10
23,503.10 x 1.80 = 42,305.58

1,607,100 DIVIDED BY 1,000 = 1,607.10
1,607.10 x 1.90 = 3,053.49

\$42,305.58
+ 3,053.49
\$45,359.07

WEST DAVIESS COUNTY INCREASE \$2,519.97

TOTAL GALLONS SOLD 98,363,700 DIVIDED BY 1,000 = 98,363.70

2,519.97 DIVIDED BY 98,363.70 = .03 PER THOUSAND GALLONS

PRESENT RATE:

PROPOSED RATE:

FIRST 2,000 GALS. 10.86 MINIMUM BILL	\$10.92
NEXT 8,000 GALS. 3.83 PER THOUSAND	3.86
NEXT 30,000 GALS. 3.75 PER THOUSAND	3.78
OVER 40,000 GALS 3.59 PER THOUSAND	3.62